

NATIONAL DAIRY MARKET AT A GLANCE

CHICAGO MERCANTILE EXCHANGE (CME) CASH MARKETS (10/07)
BUTTER: Grade AA closed at \$1.6400. The weekly average for Grade AA is \$1.6392 (-.0233).

CHEESE: Barrels closed at \$1.3925 and blocks at \$1.4275. The weekly average for barrels is \$1.4080 (-.0480) and blocks, \$1.4575 (-.1375).

BUTTER: The butter market continues to exhibit price weakness this week. Cream volumes are steady to tighter in the Central and East though heavier in the West. Fat tests are also recovering from summer lows. Printers are preparing orders for the usually strong fall butter sales season at around expected levels. Churning continues seasonally active and generally above early October schedules. Cumulative January – August U.S. butter production totals 892.6 million pounds, 61.7 million pounds, (7.4%) more than the same period in 2004.

CHEESE: The cheese market is weak. The large decline in the block price at the CME early in the week has caused buyers to cancel or delay orders until the reduction is reflected in plant prices. The gamble for buyers is whether cheese makers will have adequate time and milk to fill orders later. The lower prices also could generate additional fall/holiday promotional activity. Some plants were reducing cheese production to better balance supply with demand. Estimated January – August cheddar production totals 2.051 billion pounds, up 27.7 million pounds (1.4%) from the same period in 2004 (though with an extra day). Total cheese output for 8 months in 2005 totals 6.052 billion pounds, an increase of 166.4 million pounds (2.8%).

FLUID MILK: Class I interest was steady to improved, typical for the beginning of the month. Bottlers remain watchful over available resin supplies for their plastic containers as resin suppliers try to return to normal production levels after recent hurricane damage. Milk shipments into the Southeast to supplement local offerings continue, though the lack of trucks did limit the volume actually shipped. Milk intakes are approaching the seasonal low levels for the year in the Northeast and through most of the Central regions. Milk intakes are steady overall in California. Volumes are rebounding in New Mexico. Receipts are lower in the Pacific Northwest and irregular in Utah and Idaho. New manufacturing plants opened in New Mexico and Idaho that will change milk use patterns. Milk components are increasing through most areas of the country, boosting manufactured product yields.

DRY PRODUCTS: The NDM market is steady to firm with prices higher, often due to plant operating energy surcharges, some as high as 2 cents per pound. Drying schedules are steady to lower seasonally. Most current interest is contractual with supplies limited on high heat. The lactose market is firm with most fourth quarter contracts finalized. Some producers are trying to add energy surcharges into spot sales though supplies are limited. Whey prices are mixed with energy surcharges causing some prices to increase. Interest is often good with supplies tight to in balance. The WPC market is steady to weak with prices both higher and lower, depending on the application of energy surcharges. Other producers have reduced prices to keep inventory from accumulating. Some buyers have reportedly cancelled loads due to the energy surcharges.

CCC: During the week of October 3 - 7, there was no dairy price support activity.

SEPTEMBER AGRICULTURAL PRICES HIGHLIGHTS (NASS): The index of prices paid by farmers for commodities and services, interest, taxes, and wage rates in September 2005 advanced 1 point to 142. Compared with September 2004, the index was up 7 points (5.2%). The index of prices received by farmers for dairy products advanced 3 points during the month of September 2005 at 116. Compared with September 2004, the index was down 3 points (2.5%). Prices received by farmers in September with changes from August were: for All Milk, \$15.10, up \$.30; Fluid Grade Milk, \$15.10, up \$.30; and for Manufacturing Grade Milk, \$14.30, up \$.50. The September milk feed price ratio is 3.36, up from the 3.06 for August and the 3.22 for September 2004.

AUGUST DAIRY PRODUCTS HIGHLIGHTS (NASS): Butter production was 91.4 million pounds in August, 1.2% above August 2004 but 4.1% below July 2005. American type cheese production totaled 308.6 million pounds, 2.7% above August 2004 but 2.7% below July 2005. Total cheese output (excluding cottage cheese) was 748.0 million pounds, 4.0% above August 2004 and 1.4% above July 2005. Dry whey production, for human food, was 79.5 million pounds, 0.7% below August 2004 and 2.3% below July 2005. Ice cream (hard) production totaled 89.4 million gallons, 21.3% above August 2004 and 2.0% above July 2005.

****SPECIALS THIS ISSUE****

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**CHICAGO MERCANTILE EXCHANGE
CASH TRADING**

PRODUCT	MONDAY OCTOBER 3	TUESDAY OCTOBER 4	WEDNESDAY OCTOBER 5	THURSDAY OCTOBER 6	FRIDAY OCTOBER 7	WEEKLY CHANGE*	WEEKLY AVERAGE#
CHEESE BARRELS	\$1.4300 (-.0075)	\$1.4100 (-.0200)	\$1.4100 (N.C.)	\$1.3975 (-.0125)	\$1.3925 (-.0050)	(-.0450)	\$1.4080 (-.0480)
40# BLOCKS	\$1.5500 (-.0450)	\$1.4400 (-.1100)	\$1.4400 (N.C.)	\$1.4300 (-.0100)	\$1.4275 (-.0025)	(-.1675)	\$1.4575 (-.1375)
BUTTER GRADE AA	\$1.6475 (N.C.)	-----	\$1.6300 (-.0175)	-----	\$1.6400 (+.0100)	(-.0075)	\$1.6392 (-.0233)

CHEESE: carload = 40,000-44,000 lbs., BUTTER: carlot = 40,000-43,000 lbs. *Sum of daily changes. # Weekly averages are simple averages of the daily closing prices for the calendar week. Computed by Dairy Market News for informational purposes. This data is available on the Internet at WWW.AMS.USDA.GOV/MARKETNEWS.HTM NOTE: CME NDM on Page 2.

CHICAGO MERCANTILE EXCHANGE

MONDAY, OCTOBER 3, 2005

CHEESE — SALES: 1 CAR BARRELS @ \$1.4300; 7 CARS 40# BLOCKS @ \$1.5500; BIDS UNFILLED: NONE; OFFERS UNCOVERED: 1 CAR BARRELS @ \$1.4375; 1 CAR 40# BLOCKS @ \$1.5950

BUTTER — SALES: 8 CARS GRADE AA: 1 @ \$1.6375, 2 @ \$1.6400, 1 @ \$1.6425, 1 @ \$1.6450, 3 @ \$1.6475; BIDS UNFILLED: 2 CARS GRADE AA @ \$1.6000; OFFERS UNCOVERED: 1 CAR GRADE AA @ \$1.6500

TUESDAY, OCTOBER 4, 2005

CHEESE — SALES: 8 CARS 40# BLOCKS @ \$1.5500; BIDS UNFILLED: NONE; OFFERS UNCOVERED: 21 CARS BARRELS: 1 @ \$1.4100, 5 @ \$1.4225, 5 @ \$1.4250, 5 @ \$1.4275, 5 @ \$1.4300; 2 CARS 40# BLOCKS: 1 @ \$1.4400, 1 @ \$1.5500

WEDNESDAY, OCTOBER 5, 2005

CHEESE — SALES: NONE; BIDS UNFILLED: 1 CAR 40# BLOCKS @ \$1.4400; OFFERS UNCOVERED: NONE

BUTTER — SALES: NONE; BIDS UNFILLED: 2 CARS GRADE AA @ \$1.6000; OFFERS UNCOVERED: 6 CARS GRADE AA: 1 @ \$1.6300, 1 @ \$1.6325, 1 @ \$1.6375, 1 @ \$1.6425, 1 @ \$1.6450, 1 @ \$1.6475

THURSDAY, OCTOBER 6, 2005

CHEESE — SALES: 1 CAR 40# BLOCKS @ \$1.4300; BIDS UNFILLED: NONE; OFFERS UNCOVERED: 3 CARS BARRELS: 1 @ \$1.3975, 1 @ \$1.4000, 1 @ \$1.4100; 1 CAR 40# BLOCKS @ \$1.4325

FRIDAY, OCTOBER 7, 2005

CHEESE — SALES: NONE; BIDS UNFILLED: 1 CAR 40# BLOCKS @ \$1.3900; OFFERS UNCOVERED: 1 CAR BARRELS @ \$1.3925; 1 CAR 40# BLOCKS @ \$1.4275

BUTTER — SALES: 10 CARS GRADE AA: 5 @ \$1.6300, 1 @ \$1.6350, 2 @ \$1.6375, 1 @ \$1.6350, 1 @ \$1.6400; BIDS UNFILLED: 2 CARS GRADE AA @ \$1.5900; OFFERS UNCOVERED: NONE

CME CASH NONFAT DRY MILK: Extra Grade closed the week at \$0.9625 and Grade A at \$0.9825. (The last price change occurred March 30.) The weekly average for Extra Grade is \$0.9625 (N.C.) and Grade A is \$0.9825 (N.C.).

BUTTER MARKETS**AUGUST BUTTER PRODUCTION**

During August 2005, butter production in the United States totaled 91.4 million pounds, 1.2% more than August 2004 but 4.1% less than July 2005. The following are August to August changes for various states: CA +0.4%, NY -37.4%, PA +10.4% and WI +5.5%.

NORTHEAST

The butter market remains mostly steady. Last week at the CME, cash butter prices again slipped below \$1.70 and (through 10/3) held relatively steady in the mid \$1.60's. Churning activity in the Northeast is picking up slowly as more excess cream is available on the market. Butter inventories are fully adequate to meet current needs and most printers are busy filling Thanksgiving orders for retailers' anticipated needs. Current retail sales are just fair unless featured. Food service orders are steady. Sales of bulk butter f.o.b. East, are reported in a range from flat market to 3.0 cents over the CME price/average.

CENTRAL

The cash market at the CME continues to fluctuate and the current price of \$1.6300 at mid week is the lowest since early August. Butter producers report that cream offerings vary depending on Class II demand. In recent weeks, offering have been more available but are anticipated to tighten in the near future as seasonal cream based Class II product production increases. In many instances, butter stocks are heavier than last year at this time. Fairly active

churning schedules and just fair butter demand are two factors producers and handlers attribute to current inventory levels. Butter demand remains fair. No significant feature activity is being reported at retail and food service orders are typical for this time of the season. Butter handlers are indicating that yearend butter orders, or at least potential buyer interest, are developing. Bulk butter for spot sale is being reported in the flat – 2 cents per pound over various pricing basis.

WEST

Cash butter prices at the CME have been below \$1.70 for five trading sessions now. They stand at \$1.63 on October 5. Demand for bulk butter is fair at best and certainly lacking any real aggressiveness. Print orders are being established for the upcoming fall season at normal levels. Little feature activity is noted. Cream offerings are on the heavy side and multiples are declining along with the base pricing mechanism. Churning is generally above expectations. Butter production for the U.S. in August totals 91.4 million pounds, up 1.2% from last year. Cumulative output for the first eight months of the year totals 892.6 million pounds, up 7.4% or 61.7 million pounds from the same period last year. August butter production in the Western region totals 46.7 million pounds, up 6.3% from a year earlier. The West produced 51% of U.S. butter output in August. California output was 31.9 million pounds, up only 0.4% from August 2004. CME weekly butter stocks declined by 4.1 million pounds to stand at 66.6 million pounds. Stocks are now 9% ahead of the same week last year. Bulk butter prices range from 1 cent under to 4 cents under based on the CME with various time frames and averages.

NASS DAIRY PRODUCT PRICES**U.S. AVERAGES AND TOTAL POUNDS**

WEEK ENDING	CHEESE		NDM	BUTTER	DRY WHEY
	40# BLOCKS	BARRELS 38% MOISTURE			
OCTOBER 1	1.5533	1.5155	0.9818	1.6877	0.2983
	8,857,728	9,344,010	18,348,367	2,324,440	10,747,714

Further data and revisions may be found on the internet at: <http://jan.mannlib.cornell.edu/reports/nassr/price/dairy>

CHEESE MARKETS

NORTHEAST

Wholesale prices are steady on natural varieties, but lower on process. Many buyers are wary of making purchases beyond short term needs due to the wide spread between barrels and blocks as well as the decline in the block price at the CME on October 3. Overall, natural interest has started to improve with process movement slower seasonally. Some orders are already being prepared for the upcoming holiday season. Current cheese production is steady to higher where extra milk is available.

WHOLESALE SELLING PRICES: DELIVERED,
DOLLARS PER POUND (1000 - 5000 POUNDS MIXED LOTS)

Cheddar 10# Prints	:	1.6775-2.1975
Cheddar Single Daisies	:	1.6350-2.1100
Cheddar 40# Block	:	1.7350-2.0075
Process 5# Loaf	:	1.6650-1.9025
Process 5# Sliced	:	1.6850-1.9075
Muenster	:	1.7500-1.9500
Grade A Swiss Cuts 10 - 14#	:	2.4500-2.6500

MIDWEST

The cheese market is unsettled to weak. The block price tumbled sharply this week (totaling 15.5 cents in 2 sessions) to reduce the spread to around the normal 3 cents above barrels. New orders are slow as buyers wait for the lower prices before reordering, depending on pricing policies. Buyers are taking commitments but little else. A few firms feel the lower prices could still generate additional fall/holiday cheese promotions. However, a large boost in orders for a short period could cause some supply problems if they exceed current milk volumes available for cheese production. Some interest was noted in current barrels but only packaged in fiber. Aged cheddar interest is generally slow to fair. The resin supply problem (used in plastic jugs) may cause bottlers to limit production. Cheese output continues to rebound seasonally. Cheese yields are increasing seasonally. Estimated August 2005 total cheese production compared to last August is: Wisconsin 203.3 million pounds, up 2.7%; Minnesota 51.9 million pounds, up 3.3%; Ohio 16.5 million pounds, up 10.5%; and South Dakota 14.1 million pounds, up 8.7%.

WISCONSIN WHOLESALE SELLING PRICES: DELIVERED,
DOLLARS PER POUND (1000 - 5000 POUNDS MIXED LOTS)

Process American 5# Loaf	:	1.7050-1.9700
Brick And/Or Muenster 5#	:	1.9700-2.1425
Cheddar 40# Block	:	1.8500-2.2650
Monterey Jack 10#	:	2.0000-2.2650
Blue 5#	:	2.4400-2.6700
Mozzarella 5 - 6# (Low Moisture, Part Skim)	:	1.7725-2.3650
Grade A Swiss Cuts 6 - 9#	:	2.4300-2.8900

WEEKLY COLD STORAGE HOLDINGS-SELECTED STORAGE CENTERS
IN THOUSAND POUNDS - INCLUDING GOVERNMENT STOCKS

BUTTER : CHEESE

	:	
10/03/05	36,732	: 135,784
09/01/05	43,195	: 144,100
CHANGE	-6,463	: -8,316
% CHANGE	-15	: -6

WEST

After holding steady since mid September, block cheese prices at the cash CME market fell sharply this week. Prices had held at \$1.5950 for eleven trading sessions. This week, prices have declined 15 1/2 cents to stand at \$1.44 with barrels at \$1.41. Demand had slowed considerably as buyers believed there was a strong chance that block cheese prices might falter in the near term. Now that prices have moved lower, it is anticipated that buyers will return to the market. The consensus seems to be that within two weeks, buyers will need to return to the market in a big way to be able to cover fall needs in a timely fashion. Producers and sellers do indicate that cheese sales patterns through the summer have been excellent. This is borne out by the *Commercial Disappearance* numbers released last week for the period of May-July 2005. They indicate that American cheese disappearance was up 6.9% from a year ago for that period and other cheese was up 6.0%. Total cheese production in August has reached 748.0 million pounds for the U.S., up 4.0% or an increase of 28.5 million pounds from last year. Cumulative output for the first eight months of the year totals 6.05 billion pounds, up 2.8% (+166.4 million pounds) from the same period in 2004. This works out to an average increase of 4.8 million pounds per week for 2005 so far. In August, the West produced 310.8 million pounds of total cheese, up 7.7% or 22.2 million pounds from last year. In August, the West produced 41.5% of the total cheese produced in the U.S. Swiss cheese production in August for the U.S. totals 24.8 million pounds, up 7.1% (+1.65 million pounds).

WHOLESALE SELLING PRICES: DELIVERED, DOLLARS PER POUND
(1000 - 5000 POUNDS MIXED LOTS)

Process 5# Loaf	:	1.6050-1.8625
Cheddar 40# Block	:	1.7150-2.0675
Cheddar 10# Cuts	:	1.8950-2.1150
Monterey Jack 10#	:	1.9050-2.0650
Grade A Swiss Cuts 6 - 9#	:	2.2500-2.7000

FOREIGN

Prices are unchanged on both imported and domestic varieties. Some price resistance is noted though most orders are in line with usual fall patterns. Supplies are adequate to meet the mostly fair interest. Importers will be looking at acquiring additional import licenses to help fill gaps in their supply from unused licenses turned in.

WHOLESALE SELLING PRICES: FOB DISTRIBUTORS DOCK
DOLLARS PER POUND (1000 - 5000 POUNDS, MIXED LOTS)

NEW YORK		
VARIETY	IMPORTED	DOMESTIC
Roquefort	: TFEWR	: -0-
Blue	: 2.6400-4.6300	: 1.9900-3.4800
Gorgonzola	: 3.6900-6.0900	: 2.4800-2.5675
Parmesan (Italy)	: TFEWR	: 3.4050-3.5100
Romano (Italy)	: 2.1000-3.1900	: -0-
Provolone (Italy)	: 3.4400-6.0900	: 1.9925-2.2275
Romano (Cows Milk)	: -0-	: 3.1875-5.3300
Sardo Romano (Argentina)	: 2.8500-3.2900	: -0-
Reggianito (Argentina)	: 2.6900-3.2900	: -0-
Jarlsberg-(Brand)	: 3.1200-4.1500	: -0-
Swiss Cuts Switzerland	: -0-	: 2.4500-2.6500
Swiss Cuts Finnish	: 2.5900-2.8500	: -0-
Edam	:	:
2 Pound	: TFEWR	: -0-
4 Pound	: 2.1900-3.5600	: -0-
Gouda, Large	: TFEWR	: -0-
Gouda, Baby (\$/Dozen)	:	:

* = Price change.

FLUID MILK AND CREAM

E A S T

Spot shipments of Grade A milk into or out of Florida and other Southeastern states

	THIS WEEK		LAST WEEK		LAST YEAR	
	IN	OUT	IN	OUT	IN	OUT
FLORIDA	194	0	135	0	241	0
SOUTHEAST STATES	76	0	91	0	23	0

Milk production in the Northeast is seasonally light. Volumes are reduced in the Southeast, encouraging interest in imported loads to the region. This week Florida imported 194 loads of milk. Florida handlers were hoping to take in 40-50 loads more than this but the lack of available trucks is hampering movement. Similar problems exist in shipping to the rest of the Southeastern states. However, with a manufacturing plant closed for repair, less milk was required. Demand for Class I milk is strong. Some handlers expect that this interest will dissipate as first of the month checks are spent. Milk movement into Class II plants is mixed with some handlers reporting good interest whereas others see reduced demand as ice cream production begins to wane. Class III interest is lighter due to price declines in CME block and barrel prices. Condensed skim movement is mostly contractual. Some reduced interest is noted on a spot basis, indicating that drying activity may increase. Cream supplies are increasing in response to higher Class I interest. Cream prices into Class II facilities are reduced due to lower CME AA prices. Multiples for Class II are relatively steady due to light and spotty interest. Some Eastern handlers are shipping cream into Midwest butter plants at reduced multiples in order to clear heavy supplies. Multiples on Class IV cream are reduced to compensate for the increased cost in shipping loads extended distances. Handlers hope that demand will improve as holiday interest increases for the seasonal fat based products.

FLUID CREAM AND CONDENSED SKIM PRICES IN TANKLOT QUANTITIES

SPOT PRICES OF CLASS II CREAM, \$ PER LB BUTTERFAT

F.O.B. PRODUCING PLANTS: NORTHEAST	-	2.1418-2.3724
DELIVERED EQUIVALENT ATLANTA	-	2.1912-2.3395 M 2.1912-2.2571
F.O.B. PRODUCING PLANTS: UPPER MIDWEST	-	2.0948-2.2278

PRICES OF CONDENSED SKIM, \$ PER LB SOLIDS

F.O.B. PRODUCING PLANTS:	
NORTHEAST- CLASS II - INCLUDES MONTHLY FORMULA PRICES	- 1.0000-1.0700
NORTHEAST- CLASS III - SPOT PRICES	- 1.0800-1.1400

M I D W E S T

Class I interest was very good and some handlers noted there seemed to be a larger number of add-on loads than usual. Reports indicated that perhaps a couple bottlers may have added loads as their resin/plastic supply became clearer as well as due to the normally stronger first of the month demand. Reports indicate that the resin supply issue may continue for a while and may impact the output of other products, including juices. Manufacturing milk interest was uneven, steady to both higher and lighter despite cheese buyers cutting orders after the large drop in the CME block price this week. Reported spot manufacturing milk prices range from around \$1.85 - 2.00 fob plant, net over class. The spot milk supply seemed tighter as Class I demand was stronger. Ice cream demand and production was steady to stronger, bolstered by continued above normal temperatures through most of the region. The improvement caused cream supplies to be not nearly as heavy as in recent weeks. Current milk intakes are irregularly unchanged to occasionally slightly lower. Components continue to rebound slowly seasonally. Good early progress continues on the fall harvest and tillage operations. Temperatures reached or set new daily high temperatures early in the week. A killing frost started to cover the upper tier of states around midweek with an early snow in parts near the Canadian border. Low temperatures in the 30s were expected

to reach into at least Missouri after midweek. A killing frost would allow producers to make an extra hay cutting with less worry about winterkill due to the partial alfalfa regrowth. Alfalfa fields planned for 2006 should not be clear cut in order to help catch and retain snow for winter protection.

WISCONSIN LIVESTOCK AUCTIONS (PER CWT.)

	SEP 29 - OCT 5	PREVIOUS YEAR
SLAUGHTER COWS	\$ 48.00- 53.50	\$ 52.00- 57.50
REPLACEMENT HEIFER CALVES	\$400.00-800.00	\$400.00-680.00

SOUTH ST. PAUL TERMINAL AUCTION MARKET (PER CWT.)

	SEP 29 - OCT 5	PREVIOUS YEAR
SLAUGHTER COWS	\$ 44.00- 54.50	\$ 53.00- 61.00

W E S T

Hay prices, according to the NASS survey for September, are up more than \$7 per ton compared to last year and stand at \$99. Prices for selected Western states compared to last year are as follows: California is \$127 per ton, +\$17; Idaho is \$116, +\$12; New Mexico is \$127, +\$11; and Washington is \$112, n/c. CALIFORNIA milk production is mainly steady on a week to week basis with some minor fluctuations noted. Weather conditions have not been a factor recently. In the South, milk supplies are often short of needs with a good steady call from bottlers and decent interest from cheese plants, despite the decline in block cheese prices this week. The fluid milk buying patterns have been established for school and college needs and retail interest has also become more predictable to fill. Central Valley milk production is steady to slightly higher. Levels are several percentage points above last year. Hay supplies are available at slightly higher prices and dairies have stocks for current and later needs. In the North, milk supplies are generally steady. Plants are able to handle milk along projected plans. NEW MEXICO milk output is trending seasonally higher in most of the milk producing areas. Conditions have been favorable for cows and they have responded with more milk along with slight increases in fat and protein levels. Marketing patterns have resumed with milk moving towards the Southeast under contract to fill in for local shortages. Trucking shortages continue to impact the placement of milk. Contacts and print media note that the new cheese plant in Clovis began receiving milk and making cheese. Production is expected to be at 30% of capacity by the year end. The last cuttings of hay are being made. Quality is good with high relative feed values. Prices are slightly higher. CREAM prices in the WEST continue to erode slightly on a week to week basis. The market tone remains weak. Buying interest for higher class items is not clearing expected levels of cream. Production of sour cream and cream cheese is building ahead of fall needs. With high milk supplies and increasing fat tests, there are more cream supplies. Cream is moving to churns and butter production is active. CME Grade AA butter prices dropped 4 cents to close at \$1.6400 on October 5. Cream multiples also declined and range from 113 to 127 and vary depending on class usage and basing point. Wet conditions are causing problems finishing up the corn silage harvest on the west side and also delaying the completion of the 4th/5th cutting of hay on the east side of WASHINGTON and OREGON. Milk production is generally down seasonally across the region. Some are noting that milk is off about five pounds per day per cow, but that fat tests are sharply higher. Protein tests are moderately higher. Hay quality on current offerings seems to be improving slightly. Prices remain firm. Heifer supplies are tight in the region. Frost and some snow are noted in UTAH and IDAHO. Hay growers have one cutting left and they are hoping to finish early next week if conditions dry out a bit. Many areas received an inch of rain this past week and drying conditions at this time of year are slow. Tests are coming back along normal patterns for milk in the region. Volumes are noted as both higher and lower. A new cheese plant is opening this weekend in Idaho.

NDM, BUTTERMILK & WHOLE MILK

Prices represent carlot/trucklot quantities for domestic and export sales packaged in 25 kg. or 50 lb. bags, or totes, spray process, dollars per pound.

NONFAT DRY MILK - CENTRAL AND EAST

CENTRAL: Prices are generally higher on a steady to firm market. Production is lower as milk is diverted into Class I facilities for the first of the month interest instead of NDM dryers. Supplies are most limited on High Heat NDM. Movement is contractual. Spot interest is generally satisfied via brokers in the resale market or by purchasing direct from a manufacturer in the West. Some buyers are able to obtain a discount on multiple loads obtained from the West. With lower cheese prices, NDM interest from cheese plants is reduced. Some cheese plants are well-stocked on NDM, also reducing NDM interest from these plants. The market is expected to remain firm as long as export demand persists. EAST: Prices are higher on a firm market. Heavier movement of fluid milk into bottling facilities is reducing milk intakes at some NDM facilities. Demand is fair and mostly contractual. Some plants report that the latest CCC sellback of NDM is reducing interest in sales direct from the manufacturer. Energy surcharges as high as 2 cents are encouraging higher reported NDM prices. Most buyers are not refuting the charges yet are expressing discontent in having to pay such high prices. Medium heat continues to be produced for fulfillment of export contracts. High Heat supplies are limited for the good interest.

DAIRY PRODUCTS: Production of human food, nonfat dry milk during August 2005 totaled 87.6 million pounds, down 22.9% from August 2004 and 20.9% below July 2005. Month ending stocks, at 112.0 million pounds, are 25.7% below a year ago and 6.4% below last month. [Note: NASS NDM totals do not account for SMP production and stocks]

F.O.B. CENTRAL/EAST: Includes EXTRA GRADE and GRADE A

LOW/MEDIUMHEAT: .9900 - 1.0625 MOSTLY: .9900 - 1.0200

HIGHHEAT: 1.0375 - 1.1050

NONFAT DRY MILK - WEST

Western low/medium heat NDM prices are higher for both the range and mostly series with price declines in indexes being offset by increases in energy surcharges. The impact of energy and fuel surcharges continues to affect the dairy industry. Buyers don't like the higher prices, but generally are able to pass costs along. Export volumes are reported not to be impacted. Drying schedules are active to process milk supplies. High heat prices are higher. Demand is fair to good. Offerings are available from some producers, but tighter at other locations. Production is being increased to accommodate orders. On September 29, The (KCCO) announced the sale of 1,446,111 pounds of NDM in 25 KG bags for unrestricted use. The contracts were awarded under Invitation 024 to Announcement DSC1. Prices ranged from \$0.6901 - \$0.9200 per pound. U.S. NDM production in August totaled 87.6 million pounds, 22.9% lower than last year and 20.9% less than last month. Cumulative production for 2005 is 855.4 million pounds, 17.8% (185.3 million pounds) less than 2004. August production in the Western region totaled 64.0 million pounds, down 27.7% from last year. California produced 37.7 million pounds, down 41.3% from August 2004. U.S. manufacturers' stocks at the end of August were reported at 112.0 million pounds, 25.7% less than last year and 6.4% lower than last month. [Note: NDM statistics do not include skim milk powder (SMP).]

F.O.B. WEST: Includes EXTRA GRADE and GRADE A

LOW/MEDIUMHEAT: .9475 - 1.0000 MOSTLY: .9675 - .9925

HIGHHEAT: .9700 - 1.0250

CALIFORNIA MANUFACTURING PLANTS - NDM

WEEK ENDING	PRICE	TOTAL SALES	SALES TO CCC
September 30	\$.9570	9,103,748	0
September 23	\$.9494	8,633,876	0

Prices are weighted averages for Extra Grade and Grade A Nonfat Dry Milk, f.o.b. California manufacturing plants. Prices for both periods were influenced by effects of long-term contract sales. Total sales (pounds) include sales to CCC. Compiled by Dairy Marketing Branch, California Department of Food and Agriculture.

DRY BUTTERMILK - CENTRAL

Prices remain unchanged and nominal on steady market. With increased cream intakes at some churns, condensed buttermilk production is increasing. Some condensed buttermilk is clearing into dryers, resulting in a slight increase in dry buttermilk production. Interest remains very light with a few offerings noted at the average or lower. Most producer stocks are held with confidence for potential use on contracts later in the year. Production of dry buttermilk during August 2005 totaled 2.9 million pounds, 12.9% less than August 2004 and 27.0% below July 2005. Month ending stocks, at 7.3 million pounds, are 26.6% above a year ago but 20.8% lower than July 2005.

F.O.B. CENTRAL:

.9500 - 1.0450

DRY BUTTERMILK - NORTHEAST AND SOUTHEAST

Prices are unchanged and nominal on a steady market. Higher condensed buttermilk production is noted for the current week. As ice cream production seasonally declines, less condensed buttermilk is clearing into ice cream operations, encouraging dry buttermilk production. Spot sales are light and reported within the range with most movement occurring on a contractual basis. Energy surcharges are currently not being assessed for this product. Production of dry buttermilk during August 2005 totaled 2.9 million pounds, 12.9% less than August 2004 and 27.0% below July 2005. Month ending stocks, at 7.3 million pounds, are 26.6% above a year ago but 20.8% lower than July 2005.

F.O.B. NORTHEAST:

.9500 - 1.0050

DELVD SOUTHEAST:

.9800 - 1.0600

DRY BUTTERMILK - WEST

Western dry buttermilk prices are lower and the market tone is weaker. Buying interest has been stimulated by lower prices with product moving to both domestic and export accounts. Production remains active to process higher than projected volumes of condensed buttermilk coming from butter churns. While energy surcharges are becoming more common for other products, there has been no talk of those being applied to buttermilk. Stocks vary among plants. Some producers are in better shape after clearing loads. Others are exploring options to move powder. U.S. dry buttermilk production in August totaled 2.9 million pounds, down 12.9% from last year and 27.0% lower than July. Stocks at the end of August were 7.3 million pounds, 26.6% more than last year but 20.8% less than last month.

F.O.B. WEST:

.9100 - .9650 MOSTLY: .9150 - .9250

DRY WHOLE MILK - NATIONAL

Prices are unchanged to higher in response to higher milk prices reported for September. Production is steady for the contractual demand. Less than trucklot loads are available for the spot trade. Whole milk production during August 2005 totaled 2.4 million pounds, down 22.3% from August 2004 but 21.3% above July 2005.

F.O.B. PRODUCING PLANT:

1.3600 - 1.4950

WHEY, CASEIN & EVAPORATED MILK

Prices represent carlot/trucklot quantities for domestic and export sales packaged in 25 kg. or 50 lb. bags, or totes, spray process, dollars per pound.

DRY WHEY - CENTRAL

Prices are higher on Extra Grade whey and unchanged to lower and nominal on milk replacer quality whey. Production is mostly steady in response to steady milk intakes at most cheese plants. Inventories are in balance to somewhat short of buyer interest. Energy surcharges as high as 2 cents are being assessed by some plants. Spot buyers feel they have no recourse but to pay the higher prices. Some contractual buyers are refuting the new price scheme. Buyers are questioning plants with flat surcharge rates and whether this surcharge will follow any price changes in energy costs. Some producers are concerned about the higher reported cost of whey and the implications in milk price formulations. Brokers just feel that the price is too high, especially when comparing prices from prior years. Production of HUMAN FOOD, dry whey during August 2005 totaled 79.5 million pounds, 0.7% less than August 2004 and 2.3% below July 2005. Month ending stocks, at 31.3 million pounds, are 28.0% below a year ago and 12.3% less than July 2005. Production of ANIMAL FEED, dry whey during August 2005 totaled 7.0 million pounds, 7.1% more than August 2004 but 10.5% below July 2005. Month ending stocks, at 2.8 million pounds, are 51.8% lower than a year ago and 30.1% less than July 2005.

F.O.B. CENTRAL: .2950 - .3150 MOSTLY: .2950 - .3050
F.O.B. CENTRAL: ANIMAL FEED MILK REPLACER: .2650 - .2900

DRY WHEY - NORTHEAST AND SOUTHEAST

Prices are unchanged to lower on a steady market. Some producers of non-kosher whey are reducing prices to clear heavy stocks. Most other plants are well contracted with limited supply availability for spot purchase. Production is generally steady. Energy surcharges may be reflected in prices once current orders can be fulfilled from plants that have reported shortages. Total dry whey production during August 2005 totaled 86.6 million pounds, 0.1% less than August 2004 and 3.0% below July 2005. Month ending stocks, at 34.0 million pounds, are 30.8% below a year ago and 14.1% less than July 2005.

F.O.B. NORTHEAST: EXTRA GRADE AND GRADE A: .2750 - .3150
DELVD SOUTHEAST: .3150 - .3350

DRY WHEY - WEST

Western whey prices moved both higher and lower on both the range and mostly. Buying activity is generally rated as good, but some producers had heavier production runs than anticipated and they want to make sure that stocks stay in a balanced position. Contacts are discussing what to make of the energy surcharges that some operations are implementing on whey sales. There is no consensus how this will play out. August dry whey human food production for the U.S. totals 79.5 million pounds, down 0.7% from last year. Western production of this product totals 25.2 million pounds, unchanged from last year. The West in August produced 32% of the U.S. total of edible whey. Total whey production for the U.S. reached 707.2 million pounds through the first eight months of the year, up fractionally from the same period in 2004.

NONHYGROSCOPIC: .3025 - .3425 MOSTLY: .3100 - .3350

WHEY PROTEIN CONCENTRATE - CENTRAL AND WEST

Prices are mixed on a steady to weak market. Some plants are assessing energy surcharges onto loads of WPC, thereby encouraging higher prices. Other plants are offering supplies at reduced prices to clear growing stocks. Some buyers are canceling contracted loads for the fourth quarter based on the high prices of surcharges that in some cases are as much as 2 cents. WPC 80% remains a competitive substitute to WPC 34% with feed grade supplies of both of these products readily available to the feed trade. Production of HUMAN AND ANIMAL WPC (25.0-49.9% PROTEIN) during August 2005 totaled 21.0 million pounds, 7.8% lower than August 2004 and 5.9% below July 2005. Manufacturers' end-of-month stocks totaled 16.4 million pounds, 16.9% lower than a year ago but 1.1% above last month. Production of HUMAN AND ANIMAL WPC (50.0-89.9% PROTEIN) during August 2005 totaled 6.6 million pounds, up 2.8% from August 2004 but 25.1% below July 2005. Manufacturers' end-of-month stocks totaled 9.2 million pounds, 16.2% above last year but 16.4% lower than last month. Production of PROTEIN ISOLATES (>90% PROTEIN) during August 2005 totaled 2.1 million pounds, 6.4% lower than last year and 9.2% lower than last month. Manufacturers' end-of-month stocks are not available for this product.

F.O.B. EXTRA GRADE 34% PROTEIN: .8300 - .8625 MOSTLY: .8475 - .8575

LACTOSE - CENTRAL AND WEST

Prices are higher on a firm market. Most fourth quarter contracts are finalized. Exceptions involve a few contracts into Asia and sellers that prefer to wait and see how the market develops before committing to a contract. Supplies for spot movement are limited. Some producers are attempting to add as much as a 2 cents energy surcharge onto their spot load trades. Alternative products, such as dry permeate or whey, remain limited, encouraging interest in lactose. Feed supplies are short of buyer interest. Lactose production during August 2005 totaled 54.0 million pounds, down 1.1% from August 2004 and 1.9% lower than July 2005. Month ending stocks, at 48.6 million pounds, are 30.8% lower than a year ago and 16.2% below last month.

Including spot sales and up to 3 month contracts. Mesh size 30 - 100.

F.O.B. EDIBLE: .2000 - .2500 MOSTLY: .2050 - .2200

CASEIN - NATIONAL

Casein markets are mixed with prices unchanged to lower. Traders and handlers still have mixed opinions on casein availability. Some feel that heavier European production during the past few months will be sufficient to greatly ease the tightness of the market, while others are not so optimistic. Oceania's output is just getting underway, thus producers and handlers are hesitant to over react at this time. Many project production levels of last season, with additional volumes welcomed. Domestic buyers appear to not be as anxious supply wise this year versus last year. Somewhat heavier offerings from Europe and hopefully consistent volumes from Oceania are keeping most buyers comfortable.

SPOT SALES AND UP TO 3 MONTH CONTRACTS. PRICES ARE F.O.B., U.S. WAREHOUSE FOR EDIBLE NONRESTRICTED AND VARY ACCORDING TO MESH SIZE AND QUALITY.

RENNET: 3.2000 - 3.3500
ACID: 3.2000 - 3.3000

EVAPORATED MILK - NATIONAL

Prices and the market tone are unchanged. On September 30, CCC announced contract awards for evaporated milk under invitation EVD2-001, for October delivery of 1,285,200 pounds of evaporated milk at prices of \$0.43800 - \$0.53460. Canned evaporated milk production during August 2005 totaled 41.6 million pounds, up 10.2% from August 2004 and 2.2% above July 2005. Manufacturers' end-of-month stocks totaled 77.4 million pounds, 11.2% lower than a year ago but 4.3% above last month.

DOLLARS PER 48 - 12 FLUID OUNCE CANS PER CASE DELIVERED MAJOR U.S. CITIES \$19.50 - 30.00

Excluding promotional and other sales allowances. Included new price announcements.

COMMODITY	REPORT NUMBER 35	REPORT NUMBER 36	REPORT NUMBER 37	REPORT NUMBER 38	REPORT NUMBER 39	2005	2004
	SEP 01 - 02	SEP 05 - 09	SEP 12 - 16	SEP 19 - 23	SEP 26 - 30	Average	Average
						or Total	or Total
CHEESE							
WISCONSIN (WSP, Delivered, LTL)							
-- Process American 5# Loaf	1.6800 - 1.9700	1.6850 - 1.9700	1.7100 - 1.9700	1.7275 - 1.9700	1.7600 - 1.9700	1.8442	1.8624
-- Brick And/Or Muenster 5#	1.9800 - 2.0125	1.9200 - 2.0350	1.9200 - 2.0575	1.9200 - 2.1225	1.9200 - 2.1425	2.0052	2.1105
-- Cheddar 40# Block	1.8125 - 2.2650	1.7600 - 2.2650	1.7600 - 2.2650	1.7600 - 2.2650	1.7600 - 2.2650	2.0150	2.0775
-- Monterey Jack 10#	2.0300 - 2.2650	1.9500 - 2.2650	1.9500 - 2.2650	1.9500 - 2.2650	1.9500 - 2.2650	2.1113	2.0811
-- Blue 5#	2.3075 - 2.6900	2.3300 - 2.6400	2.3525 - 2.6400	2.4175 - 2.6400	2.4400 - 2.6400	2.5125	2.5180
-- Mozzarella 5 - 6#	1.6400 - 2.3650	1.6625 - 2.3650	1.6850 - 2.3650	1.7500 - 2.3650	1.7725 - 2.3650	2.0389	2.1194
-- Grade A Swiss Cuts 6 - 9#	2.4300 - 2.8700	2.4300 - 2.9300	2.4300 - 2.9300	2.4300 - 2.9300	2.4300 - 2.9300	2.6771	2.6988
NORTHEAST (WSP, Delivered, LTL)							
-- Cheddar 10# Prints	1.5425 - 2.0625	1.5675 - 2.0875	1.5900 - 2.1100	1.6550 - 2.1750	1.6775 - 2.1975	1.8775	1.9010
-- Cheddar Single Daisies	1.5000 - 1.9750	1.5250 - 2.0000	1.5475 - 2.0225	1.6125 - 2.0875	1.6350 - 2.1100	1.8125	1.8385
-- Cheddar 40# Block	1.6025 - 1.8725	1.6250 - 1.8975	1.6475 - 1.9200	1.7125 - 1.9850	1.7350 - 2.0075	1.8114	1.8460
-- Process 5# Loaf	1.6900 - 1.8975	1.6950 - 1.9025	1.7000 - 1.9075	1.7175 - 1.9550	1.7200 - 1.9575	1.8179	1.8485
-- Process 5# Sliced	1.7100 - 1.9350	1.7150 - 1.9400	1.7200 - 1.9450	1.7375 - 1.9625	1.7400 - 1.9650	1.8395	1.8848
-- Muenster	1.6150 - 1.8150	1.6400 - 1.8400	1.6625 - 1.8625	1.7275 - 1.9275	1.7500 - 1.9500	1.7900	1.9172
-- Grade A Swiss Cuts 10 - 14#	2.4500 - 2.6500	2.4500 - 2.6500	2.4500 - 2.6500	2.4500 - 2.6500	2.4500 - 2.6500	2.5500	2.5500
WEST COAST (WSP, Delivered, LTL)							
-- Process 5# Loaf	1.6325 - 1.8900	1.6375 - 1.8950	1.6425 - 1.9000	1.6600 - 1.9175	1.6600 - 1.9175	1.7777	1.8173
-- Cheddar 40# Block	1.5825 - 1.9350	1.6050 - 1.9575	1.6275 - 1.9800	1.6900 - 2.0425	1.7150 - 2.0675	1.8309	1.8701
-- Cheddar 10# Cuts	1.7625 - 1.9825	1.7850 - 2.0050	1.8075 - 2.0275	1.8700 - 2.0900	1.8950 - 2.1150	1.9446	1.9838
-- Monterey Jack 10#	1.7725 - 1.9325	1.7950 - 1.9550	1.8175 - 1.9775	1.8800 - 2.0400	1.9050 - 2.0650	1.9246	1.9705
-- Grade A Swiss Cuts 6 - 9#	2.2500 - 2.7000	2.2500 - 2.7000	2.2500 - 2.7000	2.2500 - 2.7000	2.2500 - 2.7000	2.4750	2.5348
FLUID PRODUCTS							
SPOT PRICES OF CLASS II CREAM (\$ per lb. butterfat)							
-- Northeast - f.o.b	2.2724 - 2.4582	2.2847 - 2.4552	2.2308 - 2.3998	2.2638 - 2.4696	2.2608 - 2.4852	2.3564	2.3373
-- Atlanta - dlvd. equiv.	2.2724 - 2.4589	2.2677 - 2.4552	2.2477 - 2.4336	2.2810 - 2.4696	2.2953 - 2.4506	2.3629	2.3438
-- Upper Midwest - f.o.b	2.0519 - 2.3741	2.0290 - 2.3870	2.1970 - 2.3660	2.2295 - 2.3324	2.2435 - 2.3298	2.2621	2.3009
PRICES OF CONDENSED SKIM - NORTHEAST (\$ per lb. wet solids) - f.o.b.							
-- Class II	1.0000 - 1.0700	1.0000 - 1.0700	1.0000 - 1.0700	1.0000 - 1.0700	1.0000 - 1.0700	1.0350	0.9375
-- Class III	1.0800 - 1.1400	1.0800 - 1.1400	1.0800 - 1.1400	1.0800 - 1.1400	1.0800 - 1.1400	1.1100	1.0250
NATIONAL EVAPORATED MILK (\$ per Case)							
(Case - 48 - 12 fluid oz cans)							
-- Delivered Major U.S. Cities	19.5000 - 30.0000	19.5000 - 30.0000	19.5000 - 30.0000	19.5000 - 30.0000	19.5000 - 30.0000	24.7500	26.0000

MONTHLY SUMMARY AND AVERAGES FOR SEPTEMBER 2005 1/ - (UNLESS OTHERWISE NOTED, PRICES ARE DOLLARS PER POUND, CL/TL)

COMMODITY	::REPORT NUMBER 35 ::-----::	::REPORT NUMBER 36 ::-----::	::REPORT NUMBER 37 ::-----::	::REPORT NUMBER 38 ::-----::	::REPORT NUMBER 39 ::-----::	2005 Average	2004 Average
	SEP 01 - 02	SEP 05 - 09	SEP 12 - 16	SEP 19 - 23	SEP 26 - 30	or Total	or Total
DRY PRODUCTS							
NONFAT DRY MILK							
-- Central And East (f.o.b.)							
-- Low/Medium Heat	:: 0.9800 - 1.0425	:: 0.9775 - 1.0450	:: 0.9775 - 1.0550	:: 0.9775 - 1.0525	:: 0.9775 - 1.0600	:: 1.0151	:: 0.8700
-- Mostly	:: 0.9900 - 1.0150	:: 0.9900 - 1.0150	:: 0.9900 - 1.0150	:: 0.9900 - 1.0150	:: 0.9900 - 1.0150	:: 1.0025	:: 0.8274
-- High Heat	:: 1.0175 - 1.1000	:: 1.0200 - 1.1000	:: 1.0300 - 1.1000	:: 1.0275 - 1.1000	:: 1.0350 - 1.1000	:: 1.0638	:: 0.9774
-- West (f.o.b.)							
-- Low/Medium Heat	:: 0.9300 - 1.0500	:: 0.9350 - 0.9900	:: 0.9400 - 0.9900	:: 0.9400 - 0.9900	:: 0.9450 - 0.9900	:: 0.9675	:: 0.8429
-- Mostly	:: 0.9350 - 0.9725	:: 0.9375 - 0.9750	:: 0.9450 - 0.9850	:: 0.9500 - 0.9825	:: 0.9600 - 0.9875	:: 0.9646	:: 0.8421
-- High Heat	:: 0.9700 - 1.0050	:: 0.9700 - 1.0075	:: 0.9700 - 1.0175	:: 0.9700 - 1.0150	:: 0.9700 - 1.0200	:: 0.9922	:: 0.8882
WHEY POWDER (Nonhygroscopic)							
-- Central (f.o.b.)	:: 0.2825 - 0.3000	:: 0.2825 - 0.3000	:: 0.2825 - 0.3000	:: 0.2825 - 0.3000	:: 0.2900 - 0.3000	:: 0.2921	:: 0.2175
-- Mostly	:: 0.2825 - 0.2975	:: 0.2825 - 0.2975	:: 0.2825 - 0.2975	:: 0.2825 - 0.2975	:: 0.2900 - 0.2975	:: 0.2909	:: 0.2160
-- West (f.o.b.)	:: 0.3000 - 0.3400	:: 0.3050 - 0.3400	:: 0.3050 - 0.3400	:: 0.3100 - 0.3400	:: 0.3100 - 0.3400	:: 0.3235	:: 0.2204
-- Mostly	:: 0.3100 - 0.3200	:: 0.3100 - 0.3250	:: 0.3150 - 0.3275	:: 0.3150 - 0.3300	:: 0.3150 - 0.3300	:: 0.3205	:: 0.2186
-- Northeast (f.o.b.)	:: 0.2950 - 0.3075	:: 0.2950 - 0.3125	:: 0.2950 - 0.3125	:: 0.2950 - 0.3150	:: 0.2950 - 0.3150	:: 0.3041	:: 0.2388
-- Southeast (Delvd)	:: 0.3150 - 0.3350	:: 0.3150 - 0.3350	:: 0.3150 - 0.3350	:: 0.3150 - 0.3350	:: 0.3150 - 0.3350	:: 0.3250	:: 0.2500
WHEY PROTEIN CONCENTRATE							
-- Central And West (f.o.b.)							
-- Extra Grade 34% Protein	:: 0.8575 - 0.8925	:: 0.8525 - 0.8825	:: 0.8225 - 0.8825	:: 0.8225 - 0.8675	:: 0.8225 - 0.8675	:: 0.8539	:: 0.6019
-- Mostly	:: 0.8625 - 0.8825	:: 0.8525 - 0.8725	:: 0.8525 - 0.8625	:: 0.8525 - 0.8625	:: 0.8475 - 0.8575	:: 0.8587	:: 0.6108
ANIMAL FEED - WHEY							
-- Central (f.o.b.)							
-- Milk Replacer	:: 0.2500 - 0.2700	:: 0.2700 - 0.2900	:: 0.2700 - 0.2900	:: 0.2700 - 0.2900	:: 0.2700 - 0.2900	:: 0.2781	:: 0.1850
BUTTERMILK (Min. 30% protein)							
-- Central (f.o.b.)	:: 0.9500 - 1.0450	:: 0.9500 - 1.0450	:: 0.9500 - 1.0450	:: 0.9500 - 1.0450	:: 0.9500 - 1.0450	:: 0.9975	:: 0.9838
-- West (f.o.b.)	:: 0.9150 - 0.9650	:: 0.9150 - 0.9650	:: 0.9150 - 0.9650	:: 0.9150 - 0.9650	:: 0.9150 - 0.9650	:: 0.9400	:: 1.0475
-- Mostly	:: 0.9200 - 0.9250	:: 0.9200 - 0.9350	:: 0.9200 - 0.9350	:: 0.9200 - 0.9350	:: 0.9200 - 0.9300	:: 0.9264	:: 1.0400
-- Northeast (f.o.b.)	:: 0.9500 - 1.0050	:: 0.9500 - 1.0050	:: 0.9500 - 1.0050	:: 0.9500 - 1.0050	:: 0.9500 - 1.0050	:: 0.9775	:: 1.0312
-- Southeast (Delvd)	:: 0.9800 - 1.0600	:: 0.9800 - 1.0600	:: 0.9800 - 1.0600	:: 0.9800 - 1.0600	:: 0.9800 - 1.0600	:: 1.0200	:: 1.0390
WHOLE MILK POWDER							
-- National (f.o.b.)	:: 1.3125 - 1.4950	:: 1.3125 - 1.4950	:: 1.3125 - 1.4950	:: 1.3125 - 1.4950	:: 1.3125 - 1.4950	:: 1.4038	:: 1.3155
LACTOSE							
-- Central And West (f.o.b.)	:: 0.1875 - 0.2400	:: 0.1875 - 0.2400	:: 0.1875 - 0.2400	:: 0.1875 - 0.2400	:: 0.1875 - 0.2400	:: 0.2138	:: 0.2207
-- Mostly	:: 0.1900 - 0.2150	:: 0.1900 - 0.2150	:: 0.1900 - 0.2200	:: 0.1900 - 0.2200	:: 0.1900 - 0.2200	:: 0.2043	:: 0.2007
CASEIN - Edible - National (f.o.b.)							
-- Nonrestricted - Rennet	:: 3.2700 - 3.4500	:: 3.2700 - 3.4500	:: 3.2700 - 3.4500	:: 3.2700 - 3.4500	:: 3.2700 - 3.4500	:: 3.3600	:: 2.8667
-- Nonrestricted - Acid	:: 3.2700 - 3.4000	:: 3.2700 - 3.4000	:: 3.2700 - 3.4000	:: 3.2700 - 3.4000	:: 3.2700 - 3.4000	:: 3.3350	:: 2.9000

1/ Prices for all products are issued once a week and represent a value for the entire week. Monthly averages are based on weekly prices and are time-weighted according to the number of workdays in the month - Saturdays, Sundays and National Holidays excluded. No monthly average is computed if one or more weekly prices are missing.

CHICAGO MERCANTILE EXCHANGE AVERAGES FOR SEPTEMBER 2005

COMMODITY	REPORT NUMBER 35	REPORT NUMBER 36	REPORT NUMBER 37	REPORT NUMBER 38	REPORT NUMBER 39	2005 *	2004 *
	SEP 1 - 2	SEP 6 - 9	SEP 12 - 16	SEP 19 - 23	SEP 26 - 30	Monthly Average	Monthly Average
BUTTER*							
-- GRADE AA							
--Monday	::	:: #	:: 1.7000	:: 1.7400	:: 1.6700	::	::
--Tuesday	::	::	::	::	::	::	::
--Wednesday	::	:: 1.6850	:: 1.7200	:: 1.7350	:: 1.6700	::	::
--Thursday	::	::	::	::	::	::	::
--Friday	:: 1.6950	:: 1.6950	:: 1.7250	:: 1.7025	:: 1.6475	:: 1.6988	:: 1.7656
--Weekly Average**	:: 1.7050	:: 1.6900	:: 1.7150	:: 1.7258	:: 1.6625	::	::
CHEESE*							
-- BARRELS							
--Monday	::	:: #	:: 1.4900	:: 1.5350	:: 1.4825	::	::
--Tuesday	::	:: 1.4900	:: 1.4900	:: 1.5350	:: 1.4700	::	::
--Wednesday	::	:: 1.4900	:: 1.5000	:: 1.5025	:: 1.4500	::	::
--Thursday	:: 1.4900	:: 1.4900	:: 1.5000	:: 1.4925	:: 1.4400	::	::
--Friday	:: 1.4900	:: 1.4900	:: 1.5575	:: 1.4875	:: 1.4375	:: 1.4910	:: 1.5206
--Weekly Average**	:: 1.4840	:: 1.4900	:: 1.5075	:: 1.5105	:: 1.4560	::	::
-- 40# BLOCKS							
--Monday	::	:: #	:: 1.5500	:: 1.5950	:: 1.5950	::	::
--Tuesday	::	:: 1.5000	:: 1.5525	:: 1.5950	:: 1.5950	::	::
--Wednesday	::	:: 1.5000	:: 1.5650	:: 1.5950	:: 1.5950	::	::
--Thursday	:: 1.5000	:: 1.5025	:: 1.5975	:: 1.5950	:: 1.5950	::	::
--Friday	:: 1.5000	:: 1.5300	:: 1.5950	:: 1.5950	:: 1.5950	:: 1.5639	:: 1.5702
--Weekly Average**	:: 1.4860	:: 1.5081	:: 1.5720	:: 1.5950	:: 1.5950	::	::
NONFAT DRY MILK*							
-- EXTRA GRADE							
--Monday	::	:: #	:: 0.9625	:: 0.9625	:: 0.9625	::	::
--Tuesday	::	:: 0.9625	:: 0.9625	:: 0.9625	:: 0.9625	::	::
--Wednesday	::	:: 0.9625	:: 0.9625	:: 0.9625	:: 0.9625	::	::
--Thursday	:: 0.9625	:: 0.9625	:: 0.9625	:: 0.9625	:: 0.9625	::	::
--Friday	:: 0.9625	:: 0.9625	:: 0.9625	:: 0.9625	:: 0.9625	:: 0.9625	:: 0.8500
--Weekly Average**	:: 0.9625	:: 0.9625	:: 0.9625	:: 0.9625	:: 0.9625	::	::
-- GRADE A							
--Monday	::	:: #	:: 0.9825	:: 0.9825	:: 0.9825	::	::
--Tuesday	::	:: 0.9825	:: 0.9825	:: 0.9825	:: 0.9825	::	::
--Wednesday	::	:: 0.9825	:: 0.9825	:: 0.9825	:: 0.9825	::	::
--Thursday	:: 0.9825	:: 0.9825	:: 0.9825	:: 0.9825	:: 0.9825	::	::
--Friday	:: 0.9825	:: 0.9825	:: 0.9825	:: 0.9825	:: 0.9825	:: 0.9825	:: 0.8500
--Weekly Average**	:: 0.9825	:: 0.9825	:: 0.9825	:: 0.9825	:: 0.9825	::	::

* Monthly averages are a simple average of all the closes during the month. Weekly and monthly averages are independent calculations.

** Weekly averages are simple averages of the closes during the calendar week and are for information purposes. Should the week be split between two months, the weekly average will appear in the monthly report in which the Friday close is reported.

No trading - holiday.

SEPTEMBER AGRICULTURAL PRICES HIGHLIGHTS

The index of prices paid by farmers for commodities and services, interest, taxes, and wage rates in September 2005 advanced 1 point to 142. Compared with September 2004, the index was up 7 points (5.2 percent). The index of prices received by farmers for dairy products advanced 3 points during the month of September 2005 at 116. Compared with September 2004, the index was down 3 points (2.5 percent).

Prices received by farmers in September with changes from August were: for All Milk, \$15.10 per hundredweight (cwt.), up \$.30; Fluid Grade Milk, \$15.10 per cwt., up \$.30; and for Manufacturing Grade Milk, \$14.30 per cwt., up \$.50.

SELECTED MILK PRICES, COWS AND DAIRY FEED PRICES, SELECTED STATES AND U.S., SEPTEMBER 2005 WITH COMPARISONS

STATE	All-milk price 1/ 3/				Milk cows 5/		Cows 6/		All hay baled 7/	
	Dollars per cwt.		Dollars per cwt.		Dollars per head		Dollars per cwt.		Dollars per ton	
	AUGUST		SEPTEMBER		SEPTEMBER		SEPTEMBER		SEPTEMBER	
	2005 2/	2004 2/	2005 4/	2004 2/	2005	2004	2005 7/	2004 8/	2005	2004
CA	13.52	13.65	14.10	14.27	PRICES PUBLISHED JANUARY, APRIL, JULY AND OCTOBER		48.10	49.70	127.00	110.00
ID	14.10	13.80	14.50	14.50			48.00	51.10	116.00	104.00
MI	15.30	15.20	15.40	15.60			52.00	52.00	94.00	89.00
MN	14.90	15.20	15.40	15.80			52.50	56.10	61.00	68.00
NM	14.20	14.00	14.50	14.70			53.30	54.60	127.00	116.00
NY	15.10	15.60	15.20	16.20			---	---	112.00	109.00
PA	16.60	16.50	16.80	17.00			49.20	51.20	129.00	125.00
TX	15.20	15.30	15.80	15.90			49.20	52.20	81.00	74.00
WA	14.80	14.90	15.00	15.30			---	---	112.00	112.00
WI	15.00	15.50	15.50	16.10			50.50	54.50	109.00	72.00
U.S.	14.80	14.90	15.10	15.50			50.40	53.10	99.00	91.40

1/ Prices are shown at reported butterfat test. 2/ Partially revised. 3/ Before deductions for hauling. Includes quality, quantity, and other premiums. Excludes hauling subsidies. 4/ Preliminary. 5/ Animals sold for dairy herd replacement only. 6/ Beef cows and cull dairy cows sold for slaughter. 7/ Mid-month price. 8/ Entire month.

MILK AND OTHER GENERAL PRICE MEASURES, U.S., SEPTEMBER 2005 WITH COMPARISON

ITEM	SEPTEMBER 2004	AUGUST 2005 1/	SEPTEMBER 2005 2/
PRICES RECEIVED BY FARMERS , dol. per cwt., at reported butterfat test:			
All milk	15.50	14.80	15.10
Fluid grade milk	15.50	14.80	15.10
Manufacturing grade milk	14.70	13.80	14.30
INDEX NUMBERS (1990-92=100):			
Prices received by farmers for all farm products	116	117	116
Prices received by farmers for dairy products	119	113	116
Prices paid by farmers for commodities and services, interest taxes, and wage rates	135	141	142
Prices paid by farmers for production items	133	140	141
Prices paid by farmers for feed	116	120	117
MILK FEED PRICE RATIO: Pounds of 16% Mixed Dairy Feed equal in value to one pound of milk 3/	3.22	3.06	3.36

1/ Partially revised. 2/ Preliminary. 3/ For this data series, the price of the commercial prepared feed is based on current U.S. prices received for corn, soybeans, and alfalfa hay and all wheat.

SOURCE: "Agricultural Prices," Pr 1 (9/05), Agricultural Statistics Board, National Agricultural Statistics Service, USDA.

FEDERAL MILK ORDER CLASS AND COMPONENT PRICES, SEPTEMBER

Component Price Information: Under the Federal milk order pricing system, the butterfat price for September 2005 is \$1.8872 per pound. Thus, the Class II butterfat price is \$1.8942. The protein and other solids prices for September are \$2.3009 and \$0.1411 per pound, respectively. These component prices set the Class III skim milk price at \$7.97 per cwt. The September Class IV skim milk price is \$7.40 which is derived from the nonfat solids price of \$0.8222 per pound. **Product Price Averages:** The product price averages for September are: butter \$1.6877, nonfat dry milk \$0.9705, cheese \$1.4958, and dry whey \$0.2960.

FEDERAL MILK ORDER MINIMUM CLASS PRICES FOR MILK OF 3.5 PERCENT BUTTERFAT ^{1/ 2/}						
FEDERAL MILK ORDER MARKETING AREAS ^{3/}	ORDER NUMBER	SEPTEMBER 2005				OCTOBER 2005
		CLASS I	CLASS II	CLASS III	CLASS IV	CLASS I
		DOLLARS PER 100 POUNDS				
Northeast (Boston) ^{4/}	001	16.95	14.35	14.30	13.75	17.52
Appalachian (Charlotte) ^{5/}	005	16.80	14.35	14.30	13.75	17.37
Southeast (Atlanta) ^{6/}	007	16.80	14.35	14.30	13.75	17.37
Florida (Tampa) ^{7/}	006	17.70	14.35	14.30	13.75	18.27
Mideast (Cleveland) ^{8/}	033	15.70	14.35	14.30	13.75	16.27
Upper Midwest (Chicago) ^{9/}	030	15.50	14.35	14.30	13.75	16.07
Central (Kansas City) ^{10/}	032	15.70	14.35	14.30	13.75	16.27
Southwest (Dallas) ^{11/}	126	16.70	14.35	14.30	13.75	17.27
Arizona-Las Vegas (Phoenix) ^{12/}	131	16.05	14.35	14.30	13.75	16.62
Pacific Northwest (Seattle) ^{13/}	124	15.60	14.35	14.30	13.75	16.17
All-Market Average	---	16.35	14.35	14.30	13.75	16.92

^{1/} To convert the Class I price per 100 pounds to the Class I price per gallon, divide 11.63--the approximate number of gallons in 100 pounds of milk.

^{2/} Note: The mandatory \$0.20 per cwt. processor assessment under the Fluid Milk Promotion Order is not included in the Class I prices shown on this table.

^{3/} Names in parentheses are the major city in the principal pricing point of the market.

^{4/} Class I prices at other cities are: New York City, minus \$0.10; Philadelphia, minus \$0.20; Baltimore, minus \$0.25; and Washington, DC, minus \$0.25.

^{5/} Class I prices at other cities are: Knoxville, minus \$0.30 and Louisville, minus \$0.90.

^{6/} Class I prices at other cities are: New Orleans; plus \$0.50; Memphis, minus \$0.30; Nashville, minus \$0.50; and Springfield, Mo., minus \$0.90.

^{7/} Class I prices at other cities are: Orlando, same; Miami, plus \$0.30; and Jacksonville, minus \$0.30.

^{8/} Class I prices at other cities are: Indianapolis, same; Cincinnati, plus \$0.20; Pittsburgh, plus \$0.10; and Detroit, minus \$0.20.

^{9/} Class I prices at other cities are: Milwaukee, minus \$0.05; and Minneapolis, minus \$0.10.

^{10/} Class I prices at other cities are: Des Moines, minus \$0.20; Omaha, minus \$0.15; Oklahoma City, plus \$0.60; St. Louis, same; and Denver, plus \$0.55.

^{11/} Class I prices at other cities are: Houston, plus \$0.60; San Antonio, plus \$0.45; Albuquerque, minus \$0.65; and El Paso, minus \$0.75.

^{12/} Class I price at Las Vegas is minus \$0.35.

^{13/} Class I prices at other cities are: Portland, same; and Spokane, same.

AUGUST 2005 DAIRY PRODUCTS HIGHLIGHTS

BUTTER production was 91.4 million pounds in August, 1.2 percent above August 2004 but 4.1 percent below July 2005. **AMERICAN TYPE CHEESE** production totaled 308.6 million pounds, 2.7 percent above August 2004 but 2.7 percent below July 2005. **TOTAL CHEESE** output (excluding cottage cheese) was 748.0 million pounds, 4.0 percent above August 2004 and 1.4 percent above July 2005. **NONFAT DRY MILK** production, for human food, totaled 87.6 million pounds, 22.9 percent below August 2004 and 20.9 percent below July 2005. **DRY WHEY** production, for human food, was 79.5 million pounds, 0.7 percent below August 2004 and 2.3 percent below July 2005. **ICE CREAM** (hard) production totaled 89.4 million gallons, 21.3 percent above August 2004 and 2.0 percent above July 2005.

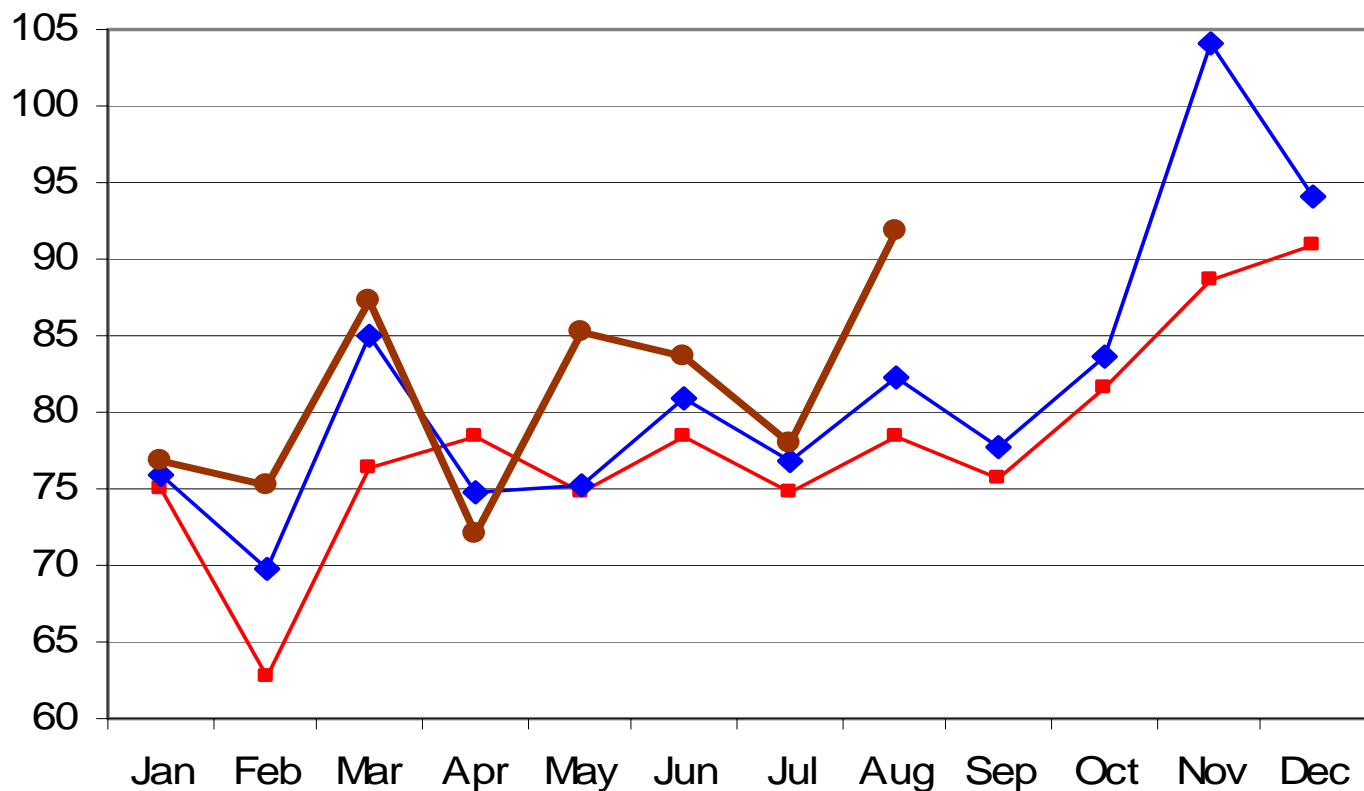
PRODUCTION OF DAIRY PRODUCTS									
PRODUCT	AUG 2005	PERCENT CHANGE FROM:			PRODUCT	AUG 2005	PERCENT CHANGE FROM:		
	1,000 LBS.	AUG 2004	JUL 2005	YEAR TO DATE 1/		1,000 LBS.	AUG 2004	JUL 2005	YEAR TO DATE 1/
BUTTER	91,434	1.2	-4.1	7.4	SOUR CREAM	91,783	11.5	17.8	4.7
CHEESE					YOGURT (PLAIN AND FLAVORED)	249,507	8.5	9.9	---
AMERICAN TYPES 2/	308,622	2.7	-2.7	1.9	CONDENSED WHEY, SOLIDS CONTENT 6/				
CHEDDAR	242,006	1.8	-4.7	1.4	SWEET-TYPE, HUMAN FOOD	6,465	-7.7	-4.3	---
SWISS	24,807	7.1	-0.4	---	DRY WHEY PRODUCTS				
BRICK & MUENSTER	6,502	-0.8	5.7	---	DRY WHEY, HUMAN FOOD	79,521	-0.7	-2.3	---
CREAM & NEUFCHATEL	61,076	3.1	12.4	---	DRY WHEY, ANIMAL FEED	7,046	7.1	-10.5	---
HISPANIC	13,737	16.8	6.1	---	DRY WHEY, TOTAL	86,567	-0.1	-3.0	0.6
MOZZARELLA	244,613	5.2	0.7	3.4	REDUCED LACTOSE AND MINERALS				
OTHER ITALIAN TYPES	67,043	4.7	15.4	6.8	HUMAN FOOD	3,755	9.7	-12.7	---
TOTAL ITALIAN TYPES	311,656	5.1	3.6	4.1	ANIMAL FEED	3,936	5.1	-30.2	---
ALL OTHER TYPES	21,642	-1.4	1.3	---	LACTOSE, HUMAN FOOD & ANIMAL FEED	54,038	-1.1	-1.9	---
TOTAL	748,042	4.0	1.4	2.8	WHEY PROTEIN CONCENTRATE				
COTTAGE CHEESE, CURD 3/	42,017	7.2	9.9	---	HUMAN FOOD 7/	23,220	-3.5	-13.3	---
COTTAGE CHEESE, CREAM 4/	33,824	2.4	5.9	-2.7	ANIMAL FEED 7/	4,343	-14.8	1.0	---
COTTAGE CHEESE, LOWFAT 5/	36,375	7.1	13.8	-1.3					
CANNED EVAPORATED & CONDENSED					FROZEN PRODUCTS	1,000 GALLONS	PERCENT CHANGE FROM:		
WHOLE MILK	41,587	10.2	2.2	---	ICE CREAM (HARD)	89,421	21.3	2.0	6.1
DRY WHOLE MILK	2,418	-22.3	21.3	---	ICE CREAM, LOWFAT (HARD)	11,262	12.8	4.4	---
NONFAT DRY MILK, HUMAN FOOD	87,569	-22.9	-20.9	-17.8	ICE CREAM, LOWFAT (SOFT)	29,004	-1.2	1.3	---
DRY SKIM MILK, ANIMAL FEED	512	-1.9	2.8	---	ICE CREAM, LOWFAT (TOTAL)	40,266	2.4	2.2	-3.5
DRY BUTTERMILK	2,931	-12.9	-27.0	---	SHERBET (HARD)	5,675	21.0	4.9	8.2
					YOGURT (TOTAL)	5,952	-3.0	6.3	-8.0

MANUFACTURERS' STOCKS, END OF MONTH 8/							
PRODUCT	JUL 2005	PERCENT OF:		PRODUCT	JUL 2005	PERCENT OF:	
	1,000 LBS.	JUL 2004	JUN 2005		1,000 LBS.	JUL 2004	JUN 2005
DRY WHEY PRODUCTS				WHEY PROTEIN CONCENTRATE			
DRY WHEY, HUMAN FOOD	31,254	-28.0	-12.3	HUMAN FOOD	23,391	-4.1	-3.6
DRY WHEY, ANIMAL FEED	2,787	-51.8	-30.1	ANIMAL FEED	2,224	-31.9	11.8
REDUCED LACTOSE & MINERALS—HUMAN & ANIMAL 9/	5,342	-20.8	16.9	CANNED EVAPORATED & CONDENSED WHOLE MILK	77,369	-11.2	4.3
LACTOSE, HUMAN FOOD & ANIMAL FEED	48,631	-30.8	-16.2	NONFAT DRY MILK FOR HUMAN FOOD	112,002	-25.7	-6.4
DRY BUTTERMILK, TOTAL	7,283	26.6	-20.8				

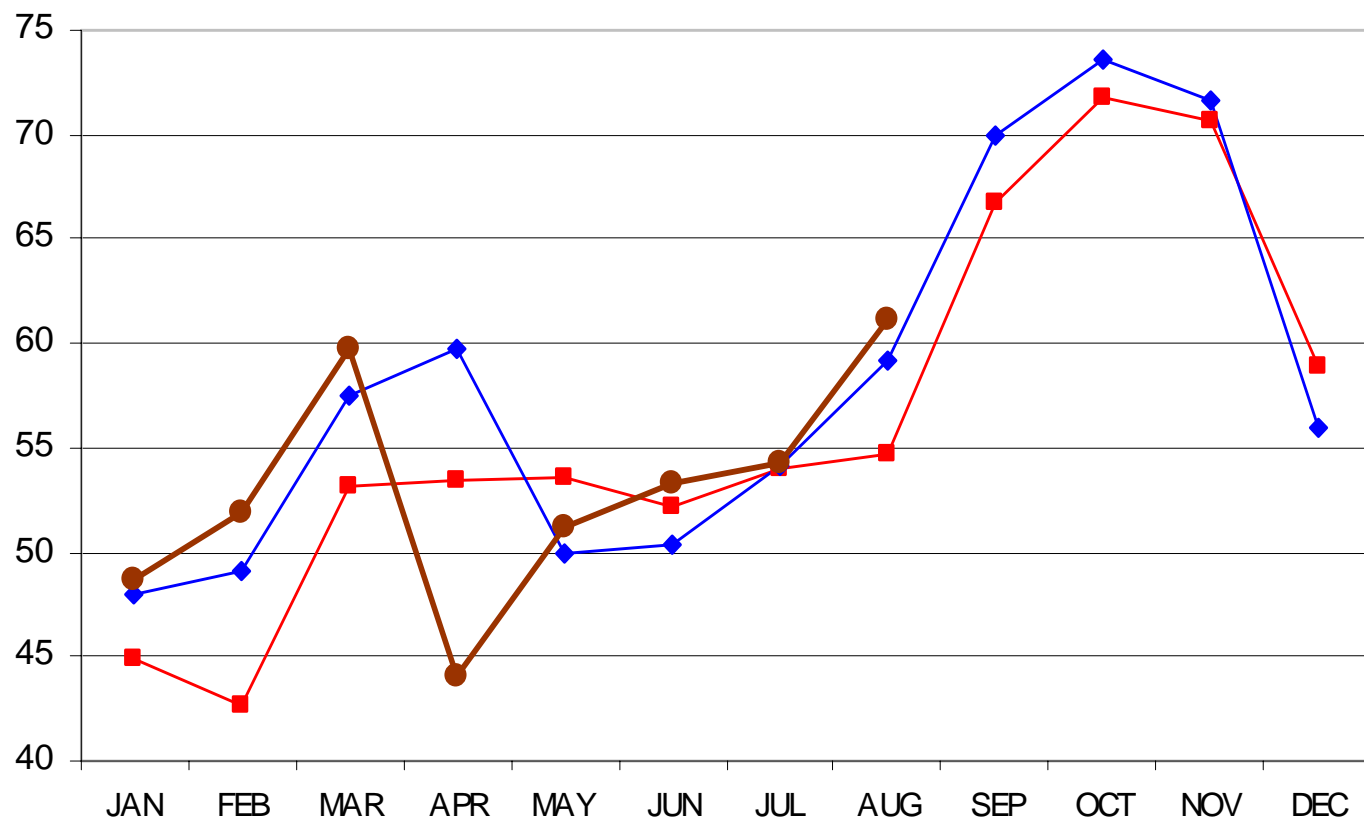
1/ 2005 cumulative as percent change of 2004 cumulative. 2/ Includes Cheddar, colby, monterey and jack. 3/ Mostly used for processing into cream or lowfat cottage cheese. 4/ Fat content 4 percent or more. 5/ Fat content less than 4 percent. 6/ Final marketable product only. Does not include quantity used or shipped to another plant for further processing into dry whey or modified whey products. Does not include sweet-type, animal whey. 7/ Whey Protein Concentrate, 25.0 to 89.9 percent. 8/ Stocks held by manufacturers at all points and in transit. 9/ Reduced lactose and minerals stocks combined to avoid disclosure of individual operations.

SOURCE: "Dairy Products," Da 2-6 (10-05), Agricultural Statistics Board, National Agricultural Statistics Service, USDA.

Million Pounds

U.S. Sour Cream Production

Million Pounds

U.S. Cream and Neufchatel Production

Graph USDA, DMN; Source USDA, NASS

■ 2003 ◆ 2004 ● 2005

CCC PURCHASES OF DAIRY PRODUCTS (POUNDS)

	FOR THE WEEK OF OCTOBER 3 - 7, 2005			CUMULATIVE TOTALS		UNCOMMITTED INVENTORIES	
	TOTAL PURCHASES	CONTRACT ADJUSTMENTS	ADJUSTED PURCHASES	SINCE 10/01/05	SAME PERIOD LAST YEAR	WEEK ENDING 09/30/05	SAME PERIOD LAST YEAR
BUTTER							
Bulk	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Packaged	-0-	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-	-0-
CHEESE							
Block	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Barrel	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Process	-0-	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-	-0-
NONFAT DRY MILK							
Nonfortified	-0-	-0-	-0-	-0-	7,288,242	-0-	563,534,000
Fortified	-0-	-0-	-0-	-0-	-0-	-0-	46,391,000
TOTAL	-0-	-0-	-0-	-0-	7,288,242	-0-	609,925,000

MILK EQUIVALENT, FAT SOLIDS BASIS, OF ADJUSTED PURCHASES (MILLION POUNDS)

	MILKFAT* BASIS	SKIM** SOLIDS		MILKFAT* BASIS	SKIM** SOLIDS
WEEK OF OCTOBER 3 - 7, 2005 =	0.0	0.0	COMPARABLE PERIOD IN 2004 =	1.6	84.8
CUMULATIVE SINCE OCTOBER 1, 2005 =	0.0	0.0	CUMULATIVE SAME PERIOD LAST YEAR =	1.6	84.8
CUMULATIVE JAN. 1 - OCT. 7, 2005 =	0.0	0.0	COMPARABLE CALENDAR YEAR 2004 =	54.8	2,947.6

* Factors used for Fat Solids Basis - Butter times 21.80; Cheese times 9.23; and Nonfat Dry Milk times 0.22

**Factors used for Skim Solids Basis - Butter times 0.12; Cheese times 9.90; and Nonfat Dry Milk times 11.64

CCC ADJUSTED PURCHASES SINCE 10/1/05 AND SAME PERIOD LAST YEAR (POUNDS) AND MILK EQUIVALENT AS A PERCENT OF TOTAL

REGION	BUTTER		CHEESE		NONFAT DRY MILK		MILK EQUIVALENT (%)	
	2005/06	2004/05	2005/06	2004/05	2005/06	2004/05	2005/06	2004/05
CENTRAL	-0-	-0-	-0-	-0-	-0-	999,996	0.0	13.7
WEST	-0-	-0-	-0-	-0-	-0-	5,949,144	0.0	81.6
EAST	-0-	-0-	-0-	-0-	-0-	339,102	0.0	4.7
TOTAL	-0-	-0-	-0-	-0-	-0-	7,288,242	0.0	100.0

SUPPORT PURCHASE PRICES FOR DAIRY PRODUCTS PRODUCED ON OR AFTER NOVEMBER 15, 2002

MANUFACTURING MILK Average Test 3.67% - \$9.90 per cwt.

BUTTER Bulk \$1.0500 per pound; 1# Prints \$1.0850

CHEESE 40 & 60# Blocks \$1.1314 per pound; 500# Barrels \$1.1014; Process American 5# \$1.1889; Process Am. 2# \$1.2289

NONFAT DRY MILK Nonfortified \$.8000 per pound; Fortified \$.8100; Instant \$0.9625

U.S. Dairy & Total Cow Slaughter under Federal Inspection, by Regions, for Week Ending 09/17/05 & Comparable Week 2004

Regions* (000 HEAD)	U.S. TOTAL										% DAIRY OF ALL	
	1	2	3	4	5	6	7	8	9	10	WEEK	SINCE JAN 1
2005-Dairy	N.A.	0.7	5.6	2.6	13.3	3.2	0.5	N.A.	13.9	1.6	42.5	1,598.2
2004-Dairy	N.A.	0.8	7.1	2.4	16.4	3.2	0.6	N.A.	11.9	2.6	46.0	1,696.1
2005-All cows	N.A.	0.7	7.0	11.0	25.2	18.0	9.4	N.A.	15.7	2.4	92.0	3,372.8
2004-All cows	N.A.	0.8	8.7	11.9	27.8	14.9	11.9	N.A.	14.0	5.6	98.4	3,624.2

SOURCE: The slaughter data are gathered and tabulated in a cooperative effort by the Agricultural Marketing Service, The Food Safety and Inspection Service, and the National Agricultural Statistics Service, all of USDA. 1/ States included in regions are as follows: Region 1--ME, NH, VT, CT, MA, and RI; Region 2--NY and NJ; Region 3--DE, PA, WV, VA, and MD; Region 4--KY, TN, NC, SC, GA, AL, MS, and FL; Region 5--MI, OH, IN, IL, WI, and MN; Region 6--TX, OK, NM, AR, and LA; Region 7--IA, NB, KS, and MO; Region 8--MT, WY, CO, UT, ND, and SD; Region 9--CA, NV, AZ, and HA; Region 10--ID, OR, and WA. 2/ Totals may not add due to rounding.

CLASS III MILK PRICES, (3.5% BF)

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
2002	11.87	11.63	10.65	10.85	10.82	10.09	9.33	9.54	9.92	10.72	9.84	9.74
2003	9.78	9.66	9.11	9.41	9.71	9.75	11.78	13.80	14.30	14.39	13.47	11.87
2004	11.61	11.89	14.49	19.66	20.58	17.68	14.85	14.04	14.72	14.16	14.89	16.14

FEDERAL MILK ORDER CLASS PRICES FOR 2005 (3.5% BF)

CLASS	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
I 1/	16.65	13.79	15.43	14.13	14.80	13.62	13.89	14.44	13.70	14.27		
II	13.04	13.36	13.25	13.24	12.78	13.06	13.79	13.95	14.35			
III	14.14	14.70	14.08	14.61	13.77	13.92	14.35	13.60	14.30			
IV	12.52	12.74	12.66	12.61	12.20	12.33	13.17	13.44	13.75			

1/ Specific order differentials to be added to this base price are located at www.ams.usda.gov/dyfm05/mib/cls_prod_cmp_pr.htm